



THE CITY OF ATLANTA, GEORGIA
COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For the Year Ended June 30, 2010

Kasim Reed
Mayor

Joya C. De Foor
Chief Financial Officer

Notes to the Financial Statements-Continued

A. Risk Management, continued

Changes in the balances of claims liabilities for workers' compensation, health/dental insurance and general claims liabilities during the year ended June 30, 2010 and the year ended June 30, 2009 were as follows (in thousands):

	Beginning of period	Period claims and changes in estimates	Claim payments	End of period
Workers' compensation:				
2009	\$ 42,582	\$ 4,605	\$ (8,082)	\$ 39,105
2010	\$ 39,105	\$ 6,836	\$ (7,425)	\$ 38,516
Health and Dental claims:				
2009	\$ 4,581	\$ 51,120	\$ (51,045)	\$ 4,657
2010	\$ 4,657	\$ 45,316	\$ (45,073)	\$ 4,900
General claims liability:				
2009	\$ 32,633	\$ 2,500	\$ (9,496)	\$ 25,637
2010	\$ 25,637	\$ 9,750	\$ (5,312)	\$ 30,075

The City participates in the State Subsequent Injury Trust Fund, a public entity managed by the State of Georgia. The pool is designed to provide the insurance coverage for employees who are hired with previous medical conditions. Historically, premiums have not been significant.

B. Employee Retirement Systems and Pension Plans

Pension Plans

The City maintains the following separately administered pension plans:

Plan Type	Plan Name
Agent, multiple-employer, defined benefit	The General Employees' Pension Plan
Single employer, defined benefit	Firefighters' Pension Plan
Single employer, defined benefit	Police Officers' Pension Plan
Single employer, defined contribution	General Employees' Defined Contribution Plan

The funding methods and determination of benefits payable were established by the legislative acts creating such plans, as amended, and in general, provide that the pension funds are to be accumulated from employee contributions, City contributions, and income from the investment of accumulated funds.

The plans are administered by separate boards of trustees which include an appointee of the Mayor, the Chief Financial Officer, a member of City Council, and members elected from active and retired employees of the respective plans.

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

Prior to July 1, 2001, all permanent employees of the City, excluding sworn personnel of the Police and Fire Departments and including employees of the Atlanta Independent School System (the "School System") who were not covered under the Teachers Retirement System of Georgia, were eligible to participate in the General Employees' Pension Plan. Certain School System employees, employed prior to July 1, 1979, also participate in the City's General Employees' Pension Plan (the "Plan"). Unless previously enrolled in the Plan, the City has no obligation to pay any costs related to retirement benefits of employees of the School System. The financial information herein relates only to City obligations for City employees and retirees.

Effective July 1, 2001, all new, permanent employees of the City, excluding sworn personnel of the Police and Fire Departments, are only eligible to participate in the Defined Contribution Plan. During 2002 persons employed prior to July 1, 2001 were given the option of transferring to the Defined Contribution Plan. As of December 31, 2002, employees previously participating in the General Employees' Defined Benefit Plan do not have the option of transferring to the new Defined Contribution Plan. Sworn personnel of the Police and Fire Departments are eligible to participate in the Police Officers' and Firefighters' plans, respectively.

Effective September 1, 2005, classified employees and certain non-classified employees pay grade 18 and below enrolled in the Defined Contribution Plan had a one-time option of transferring to the General Employee's Pension Plan. Classified employees and certain non-classified employees pay grade 18 and below not covered by either the Police Officers or Firefighters' Pension Plans, and hired after September 1, 2005, are required to become members of the General Employee's Pension Plan.

Complete financial statements for all Plans, except the General Employees' Defined Contribution Plan, can be obtained at the following address:

City of Atlanta
68 Mitchell Street, S.W.
Suite 1600
Atlanta, Georgia 30335

Separate financial statements have not been prepared for the General Employees' Defined Contribution Plan.

Defined Benefit Plans

The City's defined benefit plans provide retirement benefits based on the average of the highest 36 months earnings based on the following percentages:

- General employees – 2.5% for each year of credited service to a maximum of 32 years or 80% of salary.
- Firefighters – 3% for each year of credited service to a maximum of 26.67 years or 80% of salary.
- Police Officers – 3% for each year of credited service to a maximum of 26.67 years or 80% of salary.

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

Normal retirement, after 10 years of service, is available at age 60 for City Employees and at age 55 for Police and Fire employees. In addition, City employees in the General Employee Pension Fund, Police and Fire are eligible to retire after 30 years of service, at any age. Cost-of-living increases are awarded annually, up to a 3% maximum increase. Partial vesting percentages based on years of creditable service and provisions for early retirement are included in the plans. Benefits also may be payable at termination, death, or disability.

All modifications to the pension plans must be supported by actuarial analysis and receive the recommendations of the City Attorney, the Chief Financial Officer, and the boards of trustees of each plan. Each pension law modification must be adopted by at least two-thirds vote of City Council and approved by the Mayor.

In addition, the City has been given special constitutional authority by the State to supplement benefits for retired employees as long as such adjustments are funded by the City.

The City's practice is to have actuarial valuations of its defined benefit pension plans performed annually by an enrolled actuary. The membership as of the latest actuarial valuation reports, in the three defined benefit plans and related current period payrolls are as follows (in thousands):

	<u>General Employees</u>	<u>Firefighters</u>	<u>Police Officers</u>	<u>Total</u>
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	3,620	1,002	1,355	5,977
Current active employees				
Fully vested	1,967	504	787	3,258
Partially vested	296	125	292	713
Deferred Vested	-	2	-	2
Not vested	<u>1,151</u>	<u>267</u>	<u>560</u>	<u>1,978</u>
	3,414	898	1,639	5,951
Total membership	<u>7,034</u>	<u>1,900</u>	<u>2,994</u>	<u>11,928</u>

The latest valuation reports are as of July 1, 2009 for the General Employees Plan and as of January 1, 2009 for the Police Officers and Firefighters Plans.

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

Funding Policy

The City's funding policy for its defined benefit plans is to contribute a percentage of each plan's covered employee payroll as developed in the actuarial valuation for the individual plan. Active participants are required to contribute 7% of base pay (or 8% if participant has a covered beneficiary). The City's contribution percentage is the actuarially determined amount necessary to fund plan benefits after consideration of employee contributions.

The actuarially determined annual required contribution amount is the sum of the annual normal cost (determined under the entry age normal actuarial cost method) and the amortization of the unfunded actuarial accrued liability as a level percentage of future payrolls. Beginning with the July 1, 2008 valuation, The City has elected to change its amortization period for the unfunded pension liability (UAAL) from a closed 20 year period to an open 30 year period. The significant actuarial assumptions used to compute the contribution requirements are the same as those used to compute the actuarial accrued liability.

The required contribution percentages, developed in the most recent actuarial valuations for the plans, to cover pension liabilities and the actual 2010 contribution amounts are (in thousands):

	<u>General Employees</u>	<u>Firefighters</u>	<u>Police Officers</u>
Normal cost	15.39%	27.07%	28.26%
Amortization of the unfunded actuarial accrued liability	<u>18.76%</u>	<u>36.42%</u>	<u>26.56%</u>
Total required contributions as a percentage of covered payroll	<u>34.15%</u>	<u>63.49%</u>	<u>54.82%</u>
2010 actual employee contributions			
Dollar amount	\$11,617	\$3,456	\$6,394
Percent of covered payroll	6.45%	7.99%	7.79%
2010 actual City contributions			
Dollar amount	\$51,762	\$25,865	\$41,712

With respect to the General Employees' Pension Plan, which is a multiple-employer plan, the City's actuarially determined contribution required above represents only the City's portion.

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

The actual City contributions shown above include amounts used to fund retiree supplemental cost of living increases and other minimum benefits. These amounts are components of the City's contributions for purposes of meeting its actuarially determined funding requirements.

Annual Pension Cost

The City's annual pension cost for the year ended June 30, 2010, were as follows for the respective plans:

General Employees	\$	51,699
Firefighters	\$	25,864
Police Officers	\$	41,713

These amounts equaled the required and actual contributions for each of the respective plans.

The City's annual pension cost and net pension obligation for the current year ended June 30, 2010 and each of the two preceding years were as follows (in thousands):

Plan/Period	<u>Annual Pension Cost (APC)</u>	Percentage of <u>ARC Contributed</u>	<u>Net Pension Obligation</u>
General Employees:			
Year Ended 6/30/08	\$ 59,780	100%	\$ -
Year Ended 6/30/09	\$ 69,991	100%	\$ -
Year Ended 6/30/10	\$ 51,699	100%	\$ -
Firefighters:			
Year Ended 6/30/08	\$ 26,373	100%	\$ -
Year Ended 6/30/09	\$ 28,752	100%	\$ -
Year Ended 6/30/10	\$ 25,864	100%	\$ -
Police Officers:			
Year Ended 6/30/08	\$ 45,730	100%	\$ -
Year Ended 6/30/09	\$ 44,810	100%	\$ -
Year Ended 6/30/10	\$ 41,713	100%	\$ -

The actuarial cost method used for funding purposes and to calculate the actuarial accrued liability is the Entry Age Normal Cost Method. This method is one of the approved methods for such plans in Georgia, and provides for contributions estimated to be a level percentage of future payroll. The unfunded actuarial accrued liability for funding purposes, effective with the July 1, 2008 actuarial report, is to be amortized over an open period of 30 years, in accordance with State of Georgia guidelines.

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

Other actuarial assumptions used to perform the most recent calculation (July 1, 2008 calculations for funding purposes) are:

	<u>General Employees</u>	<u>Firefighters</u>	<u>Police Officers</u>
Rate of return on investments	8.00%	7.75%	7.75%
Projected salary increases for			
Inflation	3.00%	3.00%	3.00%
Merit or seniority and productivity	1.50%	1.00%	1.00%
Post-retirement benefit increases	3.00%	3.00%	3.00%

The following schedule (derived from the most recent actuarial valuation reports) reflects accounting policies, liabilities, and funding provisions for the City's three plans as of June 30, 2010:

	<u>General Employees</u>	<u>Firefighters</u>	<u>Police Officers</u>
Basis of accounting	Accrual	Accrual	Accrual
Asset valuation			
Reporting	Fair Value	Fair Value	Fair Value
Actuarial valuation	5 year smoothed market	5 year smoothed market	5 year smoothed market
Internal loans	None	None	None

Funded Status and Funding Progress

The following table is a summary by plan of Funding Status and Funding Progress (in thousands):

	<u>General Employees</u>	<u>Firefighters</u>	<u>Police Officers</u>
Plan/Valuation Date	07/1/2009	1/1/2009	1/1/2009
Value of Assets	\$881,009	\$408,090	\$571,768
Actuarial Accrued Liability (AAL)	\$1,481,563	\$708,347	\$986,376
Percentage Funded	59.5%	57.6%	58.0%
Unfunded Accrued Liabilities	\$600,554	\$300,257	\$414,608
Covered Payroll	\$150,312	\$43,275	\$82,030
Unfunded AAL as a Percentage of Covered Payroll	399.5%	693.8%	505.4%

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multi-year trend information for all plans about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

Defined Contribution Plan

The City's General Employees' Defined Contribution Plan provides funds at retirement for employees of the City and in the event of death, provides funds for their beneficiaries, through an arrangement by which contributions are made to the Plan by employees and the City. The current contribution of the City is 6% of employee payroll.

Employees also make a mandatory pretax contribution of 6% plus have the option to contribute amounts up to the amount legally limited for retirement contributions. All modifications to the Plan, including contribution requirements, must receive the recommendations and advice from the offices of the Chief Financial Officer and the City Attorney, respectively. Each pension law modification must be adopted by at least two-thirds vote of the City Council and approved by the Mayor.

All new employees, hired after July 1, 2001, who previously would have been enrolled in the General Employees' Defined Benefit Plan, were enrolled in the General Employees' Defined Contribution Plan. During 2002, persons employed prior to July 1, 2001 were given the option to transfer to the General Employees' Defined Contribution Plan.

Effective September 1, 2005, classified employees and certain non-classified employees pay grade 18 and below then enrolled in the General Employees' Defined Contribution Plan had the one-time option of transferring to the General Employee's Pension Plan. Classified employees and certain non-classified employees pay grade 18 and below, not covered by either the Police Officers or Firefighters' Pension Plans, hired after September 1, 2005 are required to become members of the General Employee's Pension Plan.

As of June 30, 2010 there were 1,583 participants in the General Employees' Defined Contribution Plan. The covered payroll for employees in the Plan was \$59,041,000. Employee contributions for the year ended June 30, 2010 were \$4,317,000 and employer contributions were \$4,270,000 or 14.5% of covered payroll.

The General Employees' Defined Contribution Plan uses the accrual basis of accounting. Investments are reported at fair value, based on quoted market prices and there were no nongovernmental individual investments that exceeded 5% of the net assets of the Plan.

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

Condensed financial statement information for the Defined Contribution Plan for the year ended June 30, 2010 is shown below (in thousands):

Current assets:	
Investments	\$ 43,877
Other Assets	450
Total assets	<u>\$ 44,327</u>
Current liabilities:	
Accounts payable	6
Due to other funds	495
Total current liabilities	<u>\$ 501</u>
Additions:	
Employer contributions	4,270
Employee contributions	4,317
Net Investment income (loss)	2,711
Total additions	<u>11,298</u>
Deductions:	
Benefit Payments	2,940
Administrative expenses	155
Total deductions:	<u>3,095</u>
Change in Net Assets held in trust	8,203
benefits:	
Beginning of period	35,623
End of period	<u>\$ 43,826</u>

Postretirement Benefits

Plan Description: The City of Atlanta Retiree Healthcare Plan (Plan) is a single-employer defined benefit healthcare plan which provides Other Postemployment Benefits (OPEB) to eligible retirees, dependents and their beneficiaries. The Plan was established by legislative acts and functions in accordance with existing City laws. OPEB of the City includes health, dental, and vision care and life insurance. Separate financial statements are not prepared for the Plan.

Funding Policy: The City is not required by law or contractual agreement to provide funding for OPEB other than the pay-as-you-go amounts necessary to provide current benefits to retirees, eligible dependents and beneficiaries. For the fiscal year ended June 30, 2010, the City made \$33.6 million "pay-as-you-go" payments on behalf of the Plan. Retiree contributions vary based on the plan elected, dependent coverage and Medicare eligibility. Eligible retirees receiving benefits contributed \$38.3 million through their required contributions.

Annual OPEB Cost and Net OPEB Obligation: The City's annual OPEB cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined using the Projected Unit Credit Actuarial Cost Method. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years.

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

The following table shows the elements of the City's OPEB cost for the year, the amount actually contributed on behalf of the Plan, and changes in the City's net OPEB obligation to the Plan for the year ended June 30, 2010 (in thousands):

	June 30, 2010 City-Wide	DWM	DOA	Other	General Government
Annual Required Contribution	\$ 80,400	\$ 17,594	\$ 11,691	\$ 3,613	\$ 47,502
Interest on Net OPEB Obligation	1,612	353	234	72	952
Adjustment to Annual Required Contribution	(4,515)	(988)	(657)	(203)	(2,668)
Annual OPEB Cost (expense)	77,497	16,959	11,269	3,482	45,787
"Pay As You Go" Payments Made	(33,601)	(3,144)	(3,972)	(1,191)	(25,293)
Increase in Net OPEB Obligation	43,896	13,815	7,297	2,291	20,494
Net OPEB Obligation - Beginning of Year	110,642	27,097	17,129	5,575	60,841
Net OPEB Obligation - End of Year	\$ 154,539	\$ 40,911	\$ 24,426	\$ 7,867	\$ 81,335

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the fiscal years ended June 30, 2008 - 2010 were as follows (in thousands):

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Paid</u>	<u>Net OPEB Obligation</u>
June 30, 2008	\$ 83,159	22.8%	\$ 64,227
June 30, 2009	\$ 75,572	38.6%	\$ 110,642
June 30, 2010	\$ 77,497	43.4%	\$ 154,539

Funded Status and Funding Progress: As of June 30, 2008, the most recent actuarial valuation date, the Plan was not funded, except "pay-as-you-go" payments. The unfunded actuarial accrued liability (UAAL) for benefits was \$1.09 billion. The covered payroll was \$278 million, and the ratio of the UAAL to the covered payroll was 390%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. The determined actuarial valuations of OPEB provided under the Plan incorporated the use of various assumptions including demographic and salary increases among others. Amounts determined regarding the funded status of the Plan and the annual required contributions of the City are subject to continual revisions as actual results are compared with past expectations and new estimates are made about the future. The schedule funding progress, shown as required supplementary information following the notes to the financial statement, presents the results of the OPEB valuation as of June 30, 2008, the schedule will eventually provide additional multiyear trend information about whether the actuarial values of Plan assets are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. Under the provisions of GASB 45 the City elected to use the June 30, 2008 actuarial report as the basis for determining the current year ARC requirement.

Actuarial Methods and Assumptions: Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of

Notes to the Financial Statements - Continued

B. Employee Retirement Systems and Pension Plans, continued

the sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the June 30, 2008 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included 4.5 percent investment rate of return (net of administrative expenses) and an annual medical cost trend rate of 10.5 percent initially, reduced by decrements to an ultimate trend rate of 5 percent after ten years. Both rates include a 3 percent inflation assumption. Currently there are no assets set aside that are legally held exclusively for OPEB. Beginning in fiscal year June 30, 2008, the UAAL is being amortized as level percentage of projected payroll over 30 years.

Deferred Compensation Plan

The City has adopted a deferred compensation plan in accordance with the 1997 revisions of Section 457 of the Internal Revenue Code. The plan, available to all City employees, allows an employee to voluntarily defer up to 25% of his/her gross compensation, not to exceed certain limits per year. Each participant selects one of three providers to administer the investment of the deferred funds. Administrative costs of the plan are deducted from the participants' accounts. The plan assets are held in custodial accounts for the exclusive benefit of the plan participants and their beneficiaries, and are therefore not included in the City's financial statements.

CITY OF ATLANTA, GEORGIA

Required Supplementary Information

Schedule of Funding Progress for Pension Plans (in thousands)

Plan/Valuation Date	Value of Assets	Actuarial Accrued Liability (AAL)	Percentage Funded	Unfunded Accrued Liabilities	Current Year Covered Payroll	Unfunded AAL as a Percentage of Covered Payroll
General Employees						
1/1/2004	\$681,159	\$1,110,501	61.3%	\$429,342	\$160,767	267.1%
1/1/2005	\$681,145	\$1,143,676	59.6%	\$462,531	\$157,665	293.4%
1/1/2006	\$702,178	\$1,335,974	52.6%	\$633,796	\$152,408	415.9%
7/1/2007	\$749,352	\$1,436,278	52.2%	\$686,925	\$155,185	442.6%
7/1/2008	\$829,734	\$1,483,733	55.9%	\$653,999	\$179,982	363.4%
7/1/2009	\$881,009	\$1,481,563	59.5%	\$600,554	\$150,312	399.5%
Firefighters						
1/1/2004	\$321,908	\$417,092	77.2%	\$95,184	\$38,303	248.5%
1/1/2005	\$325,630	\$445,777	73.0%	\$120,147	\$38,774	309.9%
1/1/2006	\$334,290	\$557,706	59.9%	\$223,416	\$36,440	613.1%
1/1/2007	\$371,456	\$577,271	64.3%	\$205,815	\$45,686	450.5%
1/1/2008	\$419,163	\$652,816	64.2%	\$233,653	\$45,561	512.8%
1/1/2009	\$408,090	\$708,347	57.6%	\$300,257	\$43,275	693.8%
Police Officers						
1/1/2004	\$440,212	\$617,501	71.3%	\$177,289	\$63,274	280.2%
1/1/2005	\$444,460	\$658,861	67.5%	\$214,401	\$70,973	302.1%
1/1/2006	\$464,368	\$817,255	56.8%	\$352,887	\$73,515	480.0%
1/1/2007	\$512,259	\$850,886	60.2%	\$338,627	\$77,168	438.8%
1/1/2008	\$596,457	\$909,410	65.6%	\$312,953	\$84,016	372.5%
1/1/2009	\$571,768	\$986,376	58.0%	\$414,608	\$82,030	505.4%

Schedule of Funding Progress for OPEB (in thousands)

Actuarial Valuation Date	Actuarial Value of Assets	AAL projected Unit Credit	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
6/30/2006	\$0	\$1,260,313	\$1,260,313	0.0%	\$361,839	348.3%
6/30/2007	\$0	\$1,125,648	\$1,125,648	0.0%	\$280,031	402.0%
6/30/2008 *	\$0	\$1,085,315	\$1,085,315	0.0%	\$278,039	390.3%

* A full actuarial valuation was not performed during the year ended June, 30 2010.

Fiduciary Funds

Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's own programs.

PENSION TRUST FUNDS

General Employee's Defined Benefits Pension Fund – To account for the operations of the defined benefits pension plan covering general officers and employees of the City.

General Employees' Defined Contribution Pension Fund – To account for the operation of the defined contribution pension plan covering general officers and employees of the City.

Firefighter's Pension Fund – To account for the operations of the defined benefit pension plan covering fire fighting employees of the City.

Police Officer's Pension Fund – To account for the operations of the defined benefit pension plan covering sworn police employees of the City.

AGENCY FUNDS

Agency Fund – To account for various taxes, bond deposits and other receipts held in escrow for individuals, outside organizations, other governments or other funds.

Combining Statement of Plan Net Assets
June 30, 2010
(In Thousands)

	Pension Trust Funds				
	General Employees' Defined Benefit	General Employees' Defined Contribution	Firefighters'	Police Officers'	Totals
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 24,088	\$ -	\$ 64,548	\$ 127,332	\$ 215,968
Investments:					
Equities	377,472	43,878	215,324	311,062	947,736
U. S. government and agency obligations	255,264		100,234	60,782	416,280
Corporate bonds	87,919		37,720	35,499	161,138
Other	106,189	-	26,601	118,661	251,451
Total Investments	<u>826,844</u>	<u>43,878</u>	<u>379,879</u>	<u>526,004</u>	<u>1,776,605</u>
Securities lending collateral investment pool	85,715	-	97,391	96,740	279,846
Due from brokers for securities sold	3,682	-	79	827	4,588
Other receivables	4,344	216	1,413	1,191	7,164
Due from other funds	<u>459</u>	<u>233</u>	<u>1,441</u>	<u>2,073</u>	<u>4,206</u>
 Total assets	 <u>\$ 945,132</u>	 <u>\$ 44,327</u>	 <u>\$ 544,751</u>	 <u>\$ 754,167</u>	 <u>\$ 2,288,377</u>
 LIABILITIES AND NET ASSETS HELD IN TRUST FOR PENSION BENEFITS					
Current liabilities:					
Accounts payable and other liabilities	\$ 2,090	\$ 501	\$ 283	\$ 411	\$ 3,285
Due to brokers for securities purchased	6,683		32,101	45,371	84,155
Liability for securities lending agreement	<u>85,715</u>	<u>-</u>	<u>97,391</u>	<u>96,740</u>	<u>279,846</u>
Total current liabilities	<u>94,488</u>	<u>501</u>	<u>129,775</u>	<u>142,522</u>	<u>367,286</u>
 Net Assets Held in Trust for Pension Benefits:	 <u>\$ 850,644</u>	 <u>\$ 43,826</u>	 <u>\$ 414,976</u>	 <u>\$ 611,645</u>	 <u>\$ 1,921,091</u>

CITY OF ATLANTA, GEORGIA
Pension Trust Funds

Combining Statement of Changes in Plan Net Assets
For the Year Ended June 30, 2010
(In Thousands)

	Pension Trust Funds				
	General Employees' Defined Benefit	General Employees' Defined Contribution	Firefighters'	Police Officers'	Totals
Additions:					
Employer contributions	\$ 51,762	\$ 4,270	\$ 25,865	\$ 41,712	\$ 123,609
Employee contributions	11,617	4,317	3,456	6,394	25,784
Refunds and other	169	-	138		307
Investment income:					
Net depreciation in fair value of investments	74,537	1,744	43,055	54,618	173,954
Investment income	25,693	967	9,561	10,688	46,909
Securities lending income	122	-	134	197	453
Less: Investment expenses	(3,404)	-	(2,042)	(2,505)	(7,951)
Net investment income	96,948	2,711	50,708	62,998	213,365
Total additions	160,496	11,298	80,167	111,104	363,065
Deductions:					
Benefit payments	91,327	2,940	32,244	42,291	168,802
Administrative expenses	877	155	326	694	2,052
Total deductions	92,204	3,095	32,570	42,985	170,854
Net increase in net assets held in trust for pension benefits	68,292	8,203	47,597	68,119	192,211
Net assets held in trust for pension benefits:					
Beginning of period	782,352	35,623	367,379	543,526	1,728,880
End of period	\$ 850,644	\$ 43,826	\$ 414,976	\$ 611,645	\$ 1,921,091